PACE: 494-1-047-1-1945-1-1967-cumental-4vs.Fillpbe/19/24040nalgPape22

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UNITED STATES DISTRICT COURT
                     SOUTHERN DISTRICT OF OHIO
 2
                          WESTERN DIVISION
 4 PACE Local Union 5-1967,
                                       Case No. C-1-02-301
 5
                                       (CONPIDENTIAL)
            Plaintiffs.
   VB.
                                       Cincinnati, Ohio
                                       February 28, 2003
   INTERNATIONAL PAPER CO.,
 8
            Defendant.
 9
11
12
                 Deposition of DANIEL J MARKET, a
13
14 witness herein, taken as upon cross-examination by the
15 Plaintiffs, and pursuant to the Federal Rules of
16 Civil Procedure, agreement of counsel, and stipulations
17 hereinafter set forth, at the offices of Robert I. Doggett,
18 Esq., 215 E. Ninth Street, 6th Floor, Cincinnati, Ohio.
19 45202, on the 28th day of February, 2003, at 2:00 p.m.,
20 before Julie A. Patrick, a Notary Public for the State of
21 Ohio.
22
23
         TRI-COUNTY COURT REPORTING AND VIDEOTAPE SERVICE
                        95 S. FOURTH STREET
24
                        BATAVIA, OHIO 45103
(513) 732-1477
25
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1		I N	DEX			,
2						
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4	DANIEL J. MAHEU					
5	by Mr. Doggett:		4		29	
6	by Mr. Miraglia:		28			
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23	4:	21				
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2
1 APPEARANCES:
2
             On behalf of PACE Local Union:
            ROBERT I. DOGGETT, ESQ.
215 E. Ninth Street, 6th Floor
             Cincinnati, Ohio 45202
             On behalf of International Paper:
             VINCENT J. MIRAGLIA, Esq.
5
             McGuire Woods, LLP
One James Center
             901 East Cary Street
Richmond, VA 23219-4030
             On behalf of Smart Papers:
             LAINE S. POSEL, ESQ.
Morgan, Lewis & Bockius, LLP
             1111 Pennsylvania Avenue, NW
             Washington, DC 20004
10
11
             Also present:
Ron Schweitzer
12
13
                       STIPULATIONS
14
                  It is stipulated and agreed by and amongst
15
16 counsel for the respective parties that the deposition of
17 DANIEL J. MAHEU, a witness herein, called as upon
18 cross-examination by the Plaintiffs, may be taken at this
19 time and place pursuant to the Federal Rules of Civil
20 Procedure, agreement of counsel; that the deposition may be
21 recorded in stenotype by the Notary Public, Julie A.
22 Patrick, who is also the court reporter, and transcribed out
23 of the presence of the witness; and that signature of the
24 deponent was requested and shall be affixed outside the
25 presence of the Notary Public.
```

```
DANIEL J. MAHEU,
2 a witness herein, being of lawful age, after having been
3 duly cautioned and sworn, was examined and deposed as
4 follows:
                        CROSS-EXAMINATION
6 BY MR. DOGGETT:
                 Would you please state your name and business
            ο.
A address.
            Α.
                 My name is Daniel J. Maheu, 601 North B
  Street, Hamilton, Ohio, 45013.
                 And that's with Smart Papers?
11
12
                 That's with Smart Papers, yes.
13
            Q.
                 And could you just give me a brief background
14 of your professional experience with jobs and what have you.
                 Well, I'm a degreed engineer, mechanical
16 engineer from Cornell University, and I've worked all of my
17 life in the paper industry. I started with Scott and worked
18 on through from engineering into manufacturing and then into
19 mill operations. And now I'm the executive vice-president
20 and chief operating officer for Smart Papers.
                 Now, could you just give us a brief statement
22 who was -- could you give us the management, and I don't
```

23 mean like floor managers or whatever, but your management at

24 the Hamilton mill under International Paper, like, what was

25 your management? Who were your management people?

- 2 to pay who? Were you involved in any discussions of those
- 3 with your HR people?
  - A. No, not about who was going to pay who.
- 5 You're talking about whether I P was paying or Smart was
- 6 paying?
- Q. Yeah.
- 8 A. The answer is, no, not about whether I P was
- 9 paying or Smart was paying. The only place where we were
- 10 is, what was the liability that Smart had. As chief
- 11 operating officer, I'm responsible for all funds that go out
- 12 of Smart Papers.
- 13 Q. Now, we've been told by a number of witnesses
- 14 in depositions that the only rey-International Paper found
- 15 out anything about who was entitled to severance pay or who
- 16 wasn't or, in this case, who should pay was ation pay, I P or
- 17 Smart, was because the had hired and so on.
- 19 MR. MIRAGLIA: Objection to the extent you're
- 20 mischaracterizing prior testimony. Go ahead.
- 21 Q. So my question is, wasn't <u>it necessary for ...</u>
- 22 your Smart staff to tell I.P.or inform I.P.of, like, who they
- 23 paid vacation payston
- ين No.
  - Q. Reserver Residents
  - 1 A. I P had their payroll records and we had our
- 2 payroll-records ... We didn't tell I.P. who to pay what.
- 3 Q. Who paid -- if a former I P employee was hired
- 4 by Smart and went to work for Smart, who was supposed to pay
- 5 his unused I P vacation pay, International Paper or Smart?
- 6 A. That was -- you'd have to go -- that's a term
- 7 of the condition of closing of the sale agreement. You're
- 8 talking about a laps of -- or you're talking about, what's
- 9 the closing point of the sale? I don't know what was in the
- 10 deal about what funds were advanced to seller or what funds
- 11 were paid by buyer. Who cuts what check -- you know, we
- 12 paid people when they took vacation as Smart employees.
- 13 Q. That's what I mean.
- 14 A. We paid people when they took vacation as
- 15 Smart employees. The source of those funds, I have no
- 16 knowledge of.
- 17 Q. Yeah, my question was not so much the source
- 18 of the funds, but who cut the checks.
- 19 A. We cut the checks for people for Smart Paper
- 20 vacation and for Smart Paper pay. When I say "we cut the
- 21 check", we authorized it. In the very beginning, I p's -- we
- 22 had to use I p's payroll system because we didn't get our own
- 23 until the end of March, our own private.
- 24 Q. No. Part palding vacation pay to I.P.
- 25 employees that it did not hire did it?

- A. That's correct.
- Q. Now, my question is, if I P was going to pay

- 3 its employees that Smart did not hire and Smart did not pay
- 4 them for their unused vacation, how was I P to find out who
- 5 to pay?
  - A. Rephrase your question.
- 7 Q. How was I P to find out who to pay? In other
- 8 words, who was not hired by Smart, how were they supposed to
- 9 find that out?
  - A. Who was not hired by Smart?
- 11 Q. Yeah
- 12 A. We had communications about who we hired.
- 13 That's what they were communicated with, who we hired to put
- 14 them on the payroll system.
- 15 Q. And was that communication sent to I P then,
- 16 was it not?

20

- 17 A. The communications vent to the payroll and A
- 18 department at Knight sbridge
- 19 Q. And when was that done?
  - A. Well, I think the first payroll that had to be
- 21 made was the 15th of -- if I recall correctly, I P paid on
- 22 the 15th and 30th, or the 15th and the 1st, so the first,
- 23 payroll-had to be made on the 15th of February.
- 24 Q. The 15th of February of 2001?
- 25 A. Right So we had to report to them:anyshours
- 1 worked by Smart Paper employees, who they were and what they
- 3 Q. Now, I'm showing my ignorance. A lot of this
- 4 stuff these days is done by wire or something. Do you know
- 5 what the transmittal form was?
- 6 A. I'm not sure what the transmittal is. I think
- 7 it's electronic.

2 worked.

- 8 Q. Electronic, yeah. Now, we have that exhibit
- 9 that's been marked Plaintiffs' Exhibit 1 in the Maheu
- 10 deposition. That's the one that you have your hand on.
- 11 A. Right here. Okay.
- 12 Q. Now, whether you actually prepared all of
- 13 these names or this was done under your supervision, can you
- 14 explain how that was done and who did it?
- 15 A. This was done under my supervision ... The
- 16 records of the data -- much of the data came from the
- 17 Weissman Group for all of the employees, because some of the
- 18 distinctions I wouldn't have known.
- Q. You mean the Weiss Group?
- A. The Weissman Group.
  - Q. The Weissman Group participated in helping
- 22 make up --

21

- 23 A. Just in general -- the data filed around these
- 24 various splits or classifications, obviously I know who had
- 25 job offers and who was offered and who accepted, but then

- 2 Lewis because this was, from my understanding, the specific
- 3 requirements of the purchase agreement about how this had to
- 4 be reported, and that it had to be reported as of the 6th of 5 March.
- Q. And Morgan Lewis are the attorneys for Smart 7 Papers in this case, correct?
- Yes, I believe that's correct. I mean, yeah,
- 9 I guess.
- 10 MR. DOGGETT: Off the record.
- 11 (Off-the-record discussion.)
- 12 (Plaintiffs' Exhibit 3 marked.)
- 13 I'm not sure how much you know about the
- 14 exhibit we had marked Plaintiffs' Exhibit 3. It's from
- 15 Laine Posel to me and it's just a bunch of employment
- 16 documents showing like W-2s on Raymond Asher, Fern Gadd,
- 17 Frances Spurlock, Michael Yauger, and then employment offers
- 18 to Joseph Born, Jack Ratliff, Randolph Tackett, and Jimmy
- 19 Lee Taylor, and Michael Thomas. Let me just ask. I take it
- 20 you knew that all of these people listed that I've just
- 21 talked about were offered jobs by Smart?
- A. They all received -- they received these -- to
- 23 the best of my knowledge, received these letters.
- 24 O. Huh?
- To the best of my knowledge, they received
  - 18

- 1 these letters.
- Q. Sure. And the people that got W-2s obviously
- 3 got --
- A. We paid these.
- Sure. Because they would have got job offers
- 6 because they got Smart W-2s, right?
- A. Right.
- And the other people have letters from Smart.
- 9 Now, Clarence (Bud) Terry, I'm sorry, I kind of missed that
- 10 with my poor hearing, but is Clarence (Bud) Terry, what is
- 11 his position with Smart, or was it at the time?
- At the time, he was the chief executive
- 13 officer at Smart.
- 14 Q. And you reported to him or something?
- A. Yes. Well, as a consultant. The date on
- 16 February 9th, as a consultant, you know, I was -- reported.
- 17 When I became an employee of Smart, then I reported to him.
- Q. Now, do you recall, in the processes of making
- 19 these job offers -- this one is dated February the 9th,
- 20 2001. The job offer letters, as like to Ratliff, for
- 21 example, that was the day that Smart took over, wasn't it,
- 22 Friday, February the 9th?
- 23 Friday, February the 9th, yes.
- Q. Now, was the identity of who was going to
- 25 receive job offers transmitted from Smart to I P at that

- 1 time?
  - A. No.
  - O How was that handled that -- you know, we
- 4 were -- didn't every employee at I P, when they were being
- 5 terminated, get a letter saying that they were supposed to
- 6 attend one meeting or the other, to your knowledge?
  - Yes, Smart Papers gave them -- or those
- 8 letters came from Smart Papers to them.
- And those were -- were they not, if you might
- 10 still find that they're still -- was that not done while
- 11 they were still I P employees?
- I don't know the exact timing of when that was
- 13 done, whether that was handed out as they were leaving the
- 14 premises. That was -- I don't know exactly when they
- 15 received the scheduling they had to go to.
- Q. Let me just say that, on behalf of all of us
- 17 that don't have these dates pinned down for a good reason,
- 18 do you recall that there were meetings on Saturday, February
- 19 the 10th?
- A. Yes.
- Q. And I think Sunday as well, the 11th of 2001,
- 22 where employees, in some meetings, were told, you're not
- 23 getting a job, and in other meetings they were told, you are
- 24 getting a job?
  - A. Yes, there were meetings on those two days.
  - Now, all of those employees had to know then
- 2 before Saturday what meeting to attend, did they not?
- Α.
- ο. And that was handled on the I P side, was it
- 5 not, to furnish these people with those notice letters?
- I don't recall. The letters were from Smart
- 7 Papers, not from I P, they were from Smart Papers.
- Q. The letters were from Smart Papers, but they
- 9 were given to employees who were still, in the last moments
- 10 of their work, still I P employees, were they not?
- MS. POSEL: Objection, asked and answered. A
- 12 mischaracterization of prior testimony.
  - Q. You may answer the question.
- A. Ask it again.
- In order for them to be notified that they
- 16 were invited to attend a -- invited to attend a meeting on
- 17 Saturday, February the 10th, they were given this notice
- 18 before they left work for I P, were they not?
- A. I don't know if they were given it before or 20 as they were leaving.
  - O. So they were given them as they were leaving?
- A. Yeah, as you were leaving. When you left for
- 23 your last shift, by the letter from I P, you were finished 24 with I P.
- Q. Okay. So, like, in that split moment, you're

#### ASSET PURCHASE AGREEMENT

ASSET PURCHASE AGREEMENT, dated as of December 29, 2000, between CHAMPION INTERNATIONAL CORPORATION, a New York corporation ("Seller") and SMART PAPERS LLC, a Delaware limited liability company ("Buyer").

Seller owns and operates a paper mill located in Hamilton, Ohio at which Seller engages in the manufacture of certain premium cast-coated and uncoated papers (the "Business"). Buyer desires to purchase, and Seller desires to sell, the Business as a going concern and substantially all of the assets related to the Business located at the Facility upon the terms and conditions set forth herein.

Accordingly, in consideration of the mutual agreements contained herein, and intending to be legally bound hereby, the parties hereto agree as follows:

### ARTICLE I. DEFINED TERMS

I.1 <u>Defined Terms</u>. As used in this Agreement, the following terms have the meanings indicated:

"Benefit Plans" means, with respect to Seller, each employee benefit plan, program, arrangement and contract (including, without limitation, any "employee benefit plan", as defined in Section 3(3) of ERISA, and any bonus, incentive, deferred compensation, stock bonus, stock purchase, restricted stock, stock option, employment, termination, stay agreement or bonus, change in control and severance plan, program, arrangement and contract) in effect on the date of this Agreement to which Seller or any ERISA Affiliate of Seller is a party and which is maintained or contributed to by Seller or any ERISA Affiliate of Seller in which present or former employees of Seller who are or were employed in the Business participate.

PLANTINES IP-P100009

LEXENSING

Lex P2

Act, and Seller recognizes and agrees (i) that Buyer will not be assuming the collective bargaining agreement in effect between Seller and the Paperworkers Union or any of Seller's liabilities or obligations to the Paperworkers Union, other than any obligation to bargain with the Paperworkers Union that may be imposed by law, and (ii) that Buyer will not be responsible for any strike or strike-related conduct by employees or the Paperworkers Union against Seller arising out of or relating to such consultations. Further, in respect of notices and payments relating to events occurring on or prior to the Closing, Seller shall be responsible and assume all liability for any and all notices, payments, fines or assessments due to any government authority, pursuant to any applicable federal, state or local law, common law, statute, rule or regulation with respect to the employment, discharge or layoff of employees by the Seller as of or before the Closing, including but not limited to the Worker Adjustment and Retraining Notification Act and any rules or regulations as have been issued in connection with the foregoing (the "WARN Act"). Likewise, in respect of notices and payments relating to events occurring after the Closing, Buyer shall be responsible and assume all liability for any and all notices, payments, fines or assessments due to any government authority, pursuant to any applicable federal, state or local law, common law, statute, rule or regulation, including but not limited to the WARN Act, with respect to the employment, discharge or layoff of employees employed by the Buyer after

(b) <u>Benefits</u>. With respect to all claims by current and former employees of Seller who are or were employed in the Business ("Seller Employees") arising prior to or as of the Closing under any Benefit Plans, whether insured or otherwise (including, but not limited to, life insurance, medical and disability programs), Seller shall, at its own expense, honor or cause its insurance carriers to honor such claims, whether made before or after the Closing, in accordance with the terms and conditions of such Benefit Plans without regard to the employment by Buyer of any such Seller Employees after the Closing.

#### (c) Wages, Vacation Pay.

(i) As soon as practicable after the Closing Date, Seller shall pay or cause to be paid to all Seller Employees the amount of (y) all wages, bonuses, commissions and other compensation, and (z) to the extent any Seller Employee is not hired by Buyer, the aggregate dollar value of any unused vacation time, if any, as such Seller Employee shall have earned under Seller's vacation plan in effect for such Seller Employee as of the Closing, in each case due in respect of periods ending prior to and as of the Closing.

Buyer (including those employees hired as Temporary Employees), Buyer (x) shall be responsible for all earned but unused vacation for Hired Employees as each such Hired Employee shall have earned under Seller's vacation plan in effect for such Hired Employee as of the Closing (it being understood that a corresponding dollar-for-dollar accrual for such liability shall be made on the Closing Balance Sheet), (y) shall permit all such Hired Employees time off for such vacation days at reasonable times as approved by Buyer's managers, and (z) shall pay each such Hired Employee vacation pay for the time taken off at the rate that such Hired

Employee would have received as of the day prior to the Closing Date for accrued unused vacation earned prior to the Closing, but not after the Closing; provided, however, that the provisions of this Section 4.1(c) shall not affect Buyer's right to establish a new vacation policy for all Hired Employees for vacation time earned after the Closing.

- Buyer shall not assume or be responsible for any liability or obligation whatsoever with respect to the Benefit Plans, and Buyer shall provide such benefits to those Seller Employees who become employees of Buyer as of or after the Closing as Buyer, in its sole discretion, shall determine. Seller shall indemnify, defend and hold harmless Buyer from and against any and all liabilities or obligations relating to Seller Employees under the Benefit Plans prior to the Closing, except for those liabilities and obligations assumed by Buyer pursuant to this Section 4.1.
- (e) <u>Union Agreement and Union Obligations</u>. Buyer shall not assume the collective bargaining agreement in effect (the "Union Agreement") between Seller and the United Paperworkers International Union, Local 1967, or their successors (the "Paperworkers Union") and shall have no liability thereunder to Seller or to any Seller Employees for any obligation of Seller under the Union Agreement, including, without limitation, obligations with respect to the payment of wages, pensions or other benefits which may have accrued, vested or been earned prior to the Closing or any other term or condition of employment in effect as of or prior to the Closing relating to employees of Seller covered by the Union Agreement. Seller shall indemnify, defend and hold harmless Buyer from and against all liabilities or obligations (i) accrued by Seller Employees or the Paperworkers Union under the Union Agreement, and (ii) to the extent arising as a result of Seller's conduct or actions, under the National Labor Relations Act or the Labor-Management Relations Act, in each case as of or prior to the Closing.

#### (f) Severance Benefits.

(i) (A) In the event that Buyer fails to offer employment to more than two hundred and nineteen (219) (the "Union Severance Target Number") Seller Employees who are covered by the Union Agreement and are employed by Seller immediately prior to the Closing Date (the "Union Employees") (1) to whom Seller is obligated to pay severance pursuant to any severance plans or programs established by Seller in the course of "effects" bargaining with the Paperworkers Union with respect to the Union Employees (collectively, the "Union Severance Plan"), and (2) who have not failed a drug test administered by or on behalf of Buyer, Buyer shall reimburse Seller for an amount equal to:

the product of (x) (a) the actual number of Union Employees not made offers of employment by Buyer to whom Seller is obligated to pay severance and who have not failed a drug-test minus the Union Severance Target Number, divided by (b) the total number of Union Employees to whom Seller is obligated to pay severance under the Union Severance Plan, and (y) the total dollar amount of the cash portion of the severance paid to Union Employees pursuant to the Union Severance Plan;

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UNITED STATES DISTRICT COURT
                     SOUTHERN DISTRICT OF OHIO
WESTERN DIVISION
 4 PACE Local Union 5-1967,
   et al.,
                                       Case No. C-1-02-301
                                        (CONFIDENTIAL)
            Plaintiffs,
 6
   VS.
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                                       February 28, 2003
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                        95 S. FOURTH STREET
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                        BATAVIA, OHIO 45103
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 3 WITNESS
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 4 GEORGE E. PAYTON
     by Mr. Doggett:
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11
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13
15 PLAINTIFFS' EXHIBITS
                            MARKED
16 1:
                               8
17 2
                              11
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19 4:
                              14
20 5
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21 6:
22 7:
                             23
                                   (withdrawn)
23 8
                              24
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1 APPEARANCES:
 2
             On behalf of PACE Local Union:
             ROBERT I. DOGGETT, ESQ.
215 E. Ninth Street, 6th Floor
 3
             Cincinnati, Ohio 45202
             On behalf of International Paper:
             VINCENT J. MIRAGLIA, Esq. McGuire Woods, LLP
             One James Center
             901 East Cary Street
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                  It is stipulated and agreed by and between
15 counsel for the respective parties that the deposition of
16 GEORGE E. PAYTON, a witness herein, called as upon
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21 Patrick, who is also the court reporter, and transcribed out
22 of the presence of the witness; and that signature of the
23 deponent was requested and shall be affixed outside the
24 presence of the Notary Public.
```

```
GEORGE E. PAYTON,
2 a witness herein, being of lawful age, after having been
3 duly cautioned and sworn, was examined and deposed as
 4 follows:
                        CROSS-EXAMINATION
 6 BY MR. DOGGETT:
            ο.
                 Would you state your name, sir.
                 George Payton.
                 And what is your business address?
            Α.
                 6420 Poplar Avenue, Memphis, Tennessee.
11
            ٥.
                 And is that for International Paper?
            ο.
                 What's the Zip on that?
            Α.
                 38197.
15
            ο.
                 Mr. Payton, could you give us your personal
16 background as far as your professional work.
                 I graduated from college in 1974. December the
18 13th. I started work for International Paper January the
19 13th, 1975.
                 Been with them ever since?
                 Been with them ever since.
            ٥.
                 And what positions have you held there?
            Α.
                 I've worked at the Pine Bluff mill, the
24 Texarkana mill, Mobile, Georgetown, and now Memphis.
```

Is Memphis a mill or is it --

#### Union 5-1967, et al vs. International

Case 1:01-cv-00301-HJW-JS Document 59-4

/payroll. In this memo here of March the 8th, it

in here that "Knightsbridge will be handling these

sues until the facility closes." We had plans on not Vkeeping Knightsbridge open. Knightsbridge was not going to continue, we knew that. Exactly when it was going to close was yet to be determined. But yet we wanted to give people

7 a sense of timing, and the target date that we had set was

8 January 1st of 2002, that was a target date set. So in this

9 reference where you see "Knightsbridge will be handling

to these issues until the facility is closed", that was my

11 understanding of what this memo was referring to.

Yes. And then after that, "we'll be looking

13 for direction from George Payton in Memphis as to who will

14 administer these issues\*?

Correct, but that didn't take place in the way

16 in which Annetta Johnson's March 8th memo is outlined here.

How did it take place then? 17 Q.

> We ended up -- the administration of the Α.

19 awarding of severance eligibility was picked up by the

20 Memphis office in March of 2001.

21 Correct. Because you were already

22 communicating on Larry Combs -- well, I'm wrong on that.

23 No. Tom Stewart was already working on severance pay in

24 April of 2001 with Govan Begley, right?

But the transition took place -- from my A.

1 memory, Mr. Doggett, it was March of 2001.

So it was much earlier than -- in other words,

3 taking it away from Knightsbridge and having it done in

4 Memphis was done much earlier than it had been thought it

5 would be?

18

25

2

The decision making process as to who would be б

7 paid, the eligibility, was moved to Memphis in March of

8 2001. The execution of that, the actual payment process,

9 was still being done at Knightsbridge.

I got you. And when you say "who would be ٥. 10

11 paid", you mean severance pay; do you know?

That's correct. 12

And can you then confirm -- just simply in 13

14 Plaintiffs' Exhibit 4, as a representative of International

15 Paper, you confirm the authenticity of all of these

16 documents in Plaintiffs' Exhibit 4?

17 Α. Yes.

Now, I've requested information on the Q.

19 following employees by name and you've already answered as

20 to Hubert Napier. I think -- I'll just go through these and

21 ask if you were involved in the decisions on their severance

22 pay. And that was Frances Spurlock?

23 Α. No.

Fern Gadd? Q.

Wait a minute. 25 Α.

Filed 01/15/2004 Page 8 of 22 with counsel.)

You see the names there in Exhibit A,

3 paragraph two? Were you involved in any of those decisions

4 on severance pay?

MR. MIRAGLIA: Exhibit A, paragraph two, of

6 your 30(b)(6) deposition notice?

MR. DOGGETT: Yes. Right.

On or about March the 6th of 2001.

9 International Paper Company was officially notified from

10 Smart Papers as to those employees who did not receive

11 offers. And based upon that document, she did not -- she

12 was stated as not receiving an offer. Let me correct that. 13 Based on those documents, it was hourly employees who were

14 offered a job, accepted jobs with Smart, but who was

15 subsequently terminated without fault of her own.

16 Ms. Spurlock was on that list and, based upon that, she was

17 paid severance.

٥.

MR. DOGGETT: I have failed to bring that up

20 here, and it's not just running next door. I would like to

21 just take a real short recess because I want to get those

22 lists.

18

18

MR. MIRAGLIA: Sure. 23

Yeah.

(Break taken.) 24

(Plaintiffs' Exhibit 5 marked.) 25

Okay.

Okay. You could check these over -- I don't ο.

3 know if I have them in the same numerical order that it was

4 received, but basically are these the lists that Smart Paper

5 sent to IP on who was offered jobs, who wasn't, and things

6 like that?

Yes.

On this one list, which is -- you can look for ο.

9 that. I think it's the second to last list. It's P100127.

10 It's, IP employees offered and accepted jobs with smart

11 paper, who are subsequently terminated without fault Of

12 Employee. I think that's the second to the last document.

Α.

Let me go through this with you now. Now, if ٥.

15 you had a job, but you decided to leave Smart, you weren't

16 entitled to severance pay, were you?

Voluntary resignation? 17 Α.

You weren't entitled to. Do you have the Α. 19

20 Effects Bargaining Agreement?

Yeah. I know that, but what I'm trying to get

22 at --

No, I'm saying, if I had it, I could refer to

24 it.

23

I've got about 30 dozen of them somewhere. I 25

20

Case 1:01-cv-00301-HJW-JS Document 59-4 Filed 01/15/2004 Page 9 of 22

# **International Paper**

International Paper

Phone: FAX: email:

Friday, April 13, 2001

Govan F. Begley 3113 Leakwood Dr. Hamilton , Ohio 45011

Dear Mr. Begley:

Thank you for your recent letter regarding your concern over having not received a "severance package" from International Paper. These severance benefits were based on a negotiated agreement between the PACE International union and it's Local Union 1967 and International Paper. This agreement specifically states "Employees who do receive an employment offer from Smart Papers will not be entitled to severance pay unless terminated from Smart Papers, through no fault of their own, within eighteen (18) months of the sale date". As you stated in your letter, you did receive an employment offer from Smart Papers, consequently you would not be eligible for severance benefits under the agreement between International Paper and PACE. For this reason, Mr. Begley, you are not entitled to receive the severance package as you request.

Affer

**Employee Relations Consultant** 



IP-P100092

(ar. 1, 1990) Page 10 of 22 To below it May Concern: SEVERANCE PACKAGE I Sovan I Begley am writing this letter to you, Esking why I cannot receive the Severance Package given to all the employees, that were retired or fired, kirth lot less years than I have ) from International Paper: I have been an employee at Champion & IP for the past 35 years, as of Feb. 28, 2001. On Jan 15, 2001, I had my interview with Smart Papers. I tried, at this time, to make it very clean, that due ony Open Heart Surgery, which wow performed in 1992, nd my being a border- line dealette, that I did not feel that I needed to be put into a job or position test I could not, or may not be able to handle, and Then on Feb. 15, 2001, @ 8AM there was a meeting held It the Hamiltonian Hatel, Here in Hamilton, Whio, where we were to be told the outcome of our jobs. I was scheduled to be there at 8Am befor I arrived and was vaiting my turn, a lady by the mame of Unnetta Johnson, jected me from my appointment, only to tell me later, that I was being retained at Smut Papers LCC, all because of my knowledge. On the job of did at I.P. I was making \$19.18 per hour. I had to take a pay tut of \$ 7.18 an hour. Your been a faithful loyal employee to this I was treated very unfairly in this matter. There were many people who lost their

Titions for different reasons. Thost of them was granted & severance package, which was due them, and which I feel was only right. Ufter I have figgered my income now at 12.00 an out, I decided that it would be better, or I would one out with as much money, being retired, as I would if I continued working. So on Mar 16, 2001, I handed in my resignation to Smart Papers LC. son mar. 30, 2001, I am now retired. I sincerely think, or believe or Know, that I should Le granted the same rate of servance pay that my fellow employees received. Ilso I might add, that there was employees The let less pensity than I had was put ' nto positions making more on the hour than me I do not yeel this was right, as their 2 ge" and senority was much less than mine. I would also like to add that I will persue this to the deepest extent of the matter I feel as I was treated very unfairly. I ask you to check my work record for the part 35 years. I'm sure it will speak for itself any thing you can do to kelp me receive the Severance Package"- will be appreciated. I - pe we can end it once and for all, and in a timely matter. Hank you for the Seffy 4-01-01

Please send to!

Hovan 7. Begley 3113 Jenkwood Dr. Hamilton, Ohiv 45011 Phone 513-726-5556 Louan 7. Degley 4-01-01



GEORGE E. PAYTON HR PROJECT MANAGER MERGERS, ACQUISITIONS & DIVESTITURES

6400 POPLAR AVENUE MEMPHIS TN 38197-0001

T 901 419 7255 F 901 419 7281 C 901 606 3432 george.payton@ipaper.com

July 11, 2002

Mr. Larry Combs 5769 Levy Drive Fairfield, OH 45014

Cc: Bob Florio

Subject: Request for Severance Benefits

Dear Mr. Combs,

On Thursday, June 27, 2002 you verbally conveyed to me via telephone your intentions to voluntarily resign from Smart Papers, with Friday, July 5, 2002 being your last day to work. Further, you requested severance benefits to be paid to you because of your separation from International Paper in February 2001 with the divestiture of the Hamilton "B" Street Mill.

In follow up to processing your request for severance benefits, I was informed today that your request must be submitted in writing to Mr. Bob Florio, Plan Administrator, International Paper, 6400 Poplar Ave., Tower II, Room 08-01, Memphis, TN 38197, outlining your request and your reasons why you believe severance benefits should be paid.

If you have any questions, please feel free to contact me here at my office by calling the telephone number listed above.

Sincerely,

George E. Payton



мсGdi@999 4101-cv-00301-HJW-JS Document 59-4 Filed 01/15/2004 Page 14 of 22

Washington Square 1050 Connecticut Avenue N.W. **Suite 1200** 

Washington, DC 20036-5317 Phone: 202.857.1700 Fax: 202.857.1737 www.mcguirewoods.com

Vincent J. Miraglia Direct: 202.857.1704 | McGUIREWOODS

August 14, 2002

Mark Byrne, Esq. Jacobs, Kleinman, Seibel & McNally 2200 Kroger Building 1014 Vine Street Cincinatti, Ohio 45202

> Severance Claim of Larry Combs Re:

Dear Mr. Byrne:

This letter is sent to confirm our telephone conversation of earlier this week in which we discussed the severance claim of your client, Larry Combs. As we discussed, Mr. Combs filed a claim for severance benefits on August 2, 2002 arising out of the sale of the Hamilton Mill to Smart Papers LLC and his subsequent resignation from Smart Papers.

For the reasons we have set forth in our motion to dismiss in the Angel v. International Paper case, Mr. Combs is not entitled to severance under the effects bargaining agreement. Furthermore, as set forth in his claim for benefits, Mr. Combs voluntarily resigned his position with Smart Papers. Therefore, he was not "terminated through no fault of his own" and is thus still not entitled to benefits.

Please do not hesitate to contact me if you have any questions.

Very truly yours,

Vincent J. Miraglia

#### ATTACHMENT "A"

## FORMER INTERNATIONAL PAPER EMPLOYEES WHO RECEIVED SEVERANCE UNDER THE JANUARY 26, 2001 EFFECTS BARGAINING AGREEMENT

Employee Name ABNER, THOMAS K ADAMS, DONNIE C ASHER, BEN D ASHER, RAYMOND BAKER, DONALD L BARRETT, LUTHER A BAYLOR, CHARLES T BENNETT, THOMAS D BENNETT, WAYNE M BISHOP, PHILIP A BLEVINS, EARL T BLOWER, LAWRENCE B. BORN, JOSEPH O BRACKNEY, DONALD C BRADLEY, CHARLES E. BRANDENBURG, LARRY BREHM, ROBERT ALLEN BROOKS, JAMES S BROUGHTON, LARRY BULLIO, PHILIP M CAMPBELL, CHARLES B CAMPBELL, CHARLES B CAMPBELL, DOYLE F CHASTEEN, ROBERT D CHEEK, BOYD J CHUHAK, MARK A CLAIR JR, THOMAS R CLEAR JR, JAMES M COFFMAN, PAUL W	Severance Amount \$ 46,012.33 \$ 37,208.81 \$ 35,667.84 \$ 35,100.18 \$ 39,057.84 \$ 33,503.98 \$ 32,348.17 \$ 31,415.14 \$ 38,391.91 \$ 29,760.84 \$ 41,683.20 \$ 20,829.98 \$ 54,013.44 \$ 35,827.85 \$ 17,986.94 \$ 40,269.31 \$ 37,649.64 \$ 35,834.22 \$ 31,102.14 \$ 29,672.71 \$ 26,717.90 \$ 36,055.11 \$ 37,177.75 \$ 38,882.72 \$ 19,208.77 \$ 37,188.10 \$ 38,621.89 \$ 22,297.75
CHEEK, BOYD J CHUHAK, MARK A CLAIR JR, THOMAS R CLEAR JR, JAMES M	\$ 38,882.72 \$ 19,208.77 \$ 37,188.10 \$ 38,621.89
COMBS, JED COMBS, JERRY L COMBS, JOSHUA E COOK, GARRY L CRANE, MARLA SUE CRESS, JOHN M CROOK, ROBERT CRYSEL JR, RONALD CURTIS, WILLIAM DAVIS, JOE E	\$ 39,312.00 \$ 39,229.20 \$ 39,736.32 \$ 17,676.58 \$ 30,802.90 \$ 44,739.53 \$ 30,553.15 \$ 20,398.54 \$ 20,771.60 \$ 34,956.48



IP-P100005



PAGE 2

DETHERAGE, GREGORY	\$ 22 970 40
DOYLE, CLYDE D	\$ 22,870.19 \$ 35,193.56
DUNCAN, TERRY W	
DURBIN, PATRICK STE	\$ 29,747.56
EATON, MENDOL CLEVE	\$ 46,121.82
EIKELBERGER, GERALD	\$ 43,644.65
EPPERSON, GREGORY R	\$ 21,007.56
FANT, CHARLES	\$ 37,128.00
FIGG, JEFFREY L	\$ 20,738.69
FISHER, KENNETH C	\$ 18,453.33
FISHWICK, DAN B.	\$ 33,353.16
FOUTS, JAY	\$ 21,261.38
	\$ 55,189.07
FOWLER, MICHAEL	\$ 24,580.66
FOWLER, TERRELL K	\$ 35,827.92
FREEMAN, CHARLES W	\$ 35,153.28
GARDNER, HENRY D	\$ 53,072.64
GENTRY, DS	\$ 23,807.87
GENTRY, MARSHALL L	\$ 29,193.58
GILL, EVERETT W	\$ 36,338.36
GREGORY, JOHN A	\$ 34,684.33
GRUBB, GARY	\$ 34,272.00
GUMM, JOHN	\$ 37,158.23
HALSTEAD, JOHN R	\$ 28,180.17
HAMBLIN, DOUGLAS	\$ 29,575.56
HARDIX, PAUL W	\$ 35,724.89
HARRIS, JOHN F	\$ 2,342.86
HARRISON JR, HARRY	\$ 30,906.23
HATTON, DANIEL L	\$ 39,207.82
HAYNES, WILLIAM H	\$ 35,001.88
HEINRICH, DENNIS A	\$ 30,224.92
HEINRICH, TINA M.	\$ 17,959.80
HENSLEY, EDWARD R	\$ 31,055.89
HICKS, PEARL	\$ 47,855.41
HIXSON JR, DONALD	\$ 39,214.84
HOLLAND, MELVIN	\$ 37,181.53
HORN, ROGER D	\$ 36,114.12
HOWARD, GARY C.	\$ 23,741.53
HOWARD, JOHN M.	\$ 22,591.38
HUFF, LAWRENCE	\$ 18,647.48
HUFFMAN, THOMAS D	\$ 33,672.48
HUNTINGTON, RICK L	\$ 32,926.25
HYDEN JR, EMANUEL	\$ 28,529.21
ISREAL, JEROME	\$ 29,564.05
ITALIANO, PAUL P.	\$ 19,853.64
JACKMAN, RANDALL	\$ 21,750.48
JACKSON, GEORGE D.	\$ 24,697.31

IEEEDIEG IAOKA	<b>A </b> - · ·
JEFFRIES, JACK A	\$ 22,644.00
JOHNSON, CHESTER R	\$ 34,632.00
JONES, KEVIN E	\$ 31,017.43
KETCHAM, JAMES L	\$ 42,680.88
KIMBRELL, ANTHONY	\$ 30,166.96
KNODEL, STANLEY C	
	\$ 39,312.00
LAKES, JAMES R	\$ 33,140.02
LAUMAN, RICHARD A.	\$ 21,714.78
LEDFORD, JEFFREY H	\$ 19,359.03
MANN, STEVEN J	\$ 28,507.26
MARCUM, HERBERT	\$ 37,784.88
MARCUM, LARRY E	
	\$ 31,163.04
MARSEE, LINDA B	\$ 30,464.79
MCCREARY, LARRY WAY	\$ 30,584.47
MCGUIRE, CRAIG W	\$ 39,258.72
MCKAY, ROSS	\$ 36,255.74
MCNABB, LARRY L	\$ 2,206.98
MESSER, TROY	\$ 25,257.31
MILLER, DAVID M	
	\$ 22,027.54
MUELLER, MICHAEL D	\$ 40,342.77
NAPIER, HUBERT O	\$ 46,012.33
NUNN, TIMOTHY	\$ 2,444.55
OGG, FREDERICKS	\$ 30,183.98
PARSLEY, JOHN R.	\$ 23,784.34
PAXTON, DOUGLAS G	\$ 40,965.58
PELSOR, RONALD L.	\$ 20,259.38
PENNINGTON, JEWELS	
	\$ 40,716.90
PENNINGTON, RON EUG	\$ 30,009.93
PONDER, MICHAEL D	\$ 37,702.08
QUINN, ANTHONY A	\$ 32,389.22
RAPIEN, ROGER J	\$ 1,780.06
RATLIFF, DAVID	\$ 37,050.48
RATLIFF, JACK R	\$ 52,640.64
RATLIFF, RICHARD R	\$ 31,704.54
REEVES, RANDALL E	•
	\$ 30,950.37
REIF, JOHN W.	\$ 18,103.10
RENNER JR, DONALD R	\$ 2,360.70
RICHARDS, DONALD D	\$ 37,833.84
RICHARDSON, STEVEN	\$ 21,070.87
ROBERTSON, DAVID E	\$ 38,201.28
ROBINSON, STEVEN C	\$ 17,623.44
RODGERS, JAMES B	\$ 36,112.37
SANDLIN, BARNEY	
SANDLIN, IRVIN F.	\$ 29,625.65
	\$ 22,340.29
SHOCKEY, LADD W	\$ 30,056.62
SIMPSON, MICHAEL D.	\$ 23,153.51

SMITH, RONALD D SMITH, SHARON K.	\$ 30,619.56 \$ 19,241.26
SORRELL, MERRILL CH	\$ 46,913.18
SPADA, PETER A.	\$ 21,203.44
SPURLOCK, FRANCES Y	\$ 25,307.90
STANIFER, TERRY L	\$ 34,136.72
STEWART, LEONARD	\$ 44,395.29
STOUT, MARK P.	\$ 19,992.18
TACKETT, RANDOLPH G	\$ 37,879.48
TARTER, GARY DALE	\$ 33,832.92
TAULBEE, EVERETT D	\$ 37,216.67
TAYLOR, JIMMY LOU	\$ 41,907.84
THOMAS, MICHAEL LER	\$ 43,517.76
THOMAS, ROBERT W	\$ 36,003.94
TIBBETTS, DENNIS	\$ 51,714.00
TOLBERT, THERESA D	\$ 29,882.66
TURLEY, JERRY R	\$ 27,894.29
TURNER, BRIAN D	\$ 22,763.86
TURNER, RONALD E	\$ 39,535.20
VOLZ, FRANCIS A	\$ 38,750.40
WALKER, HENRY L	\$ 27,630.36
WASHINGTON, COLEY	\$ 20,355.32
WEATHERS, GREGORY O	
WEBB, TERIL.	\$ 20,921.71
WELLS, CHRIS	\$ 26,055.11
WHITAKER, DANIEL L.	\$ 21,612.02
WHITAKER, JAMES D	\$ 26,091.66
WILKINS, ROBERTS	\$ 32,221.62
WILLIAMS, LARRY A	\$ 27,075.61
WILLIS, JAMES M	\$ 41,435.92
WOEBKENBERG, ROBERT	\$ 28,414.19
YORK, JOHN	\$ 31,487.74



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                     IN THE UNITED STATES DISTRICT COURT
                      FOR THE SOUTHERN DISTRICT OF OHIO
                                  WESTERN DIVISION
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     PACE LOCAL UNION 5-1967, et al.,
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                      Plaintiffs,
 9
              VS.
                                                                CASE NO.
C-1-01-301
     INTERNATIONAL PAPER COMPANY,
10
11
                      Defendant.
12
13
14
              DEPOSITION OF:
                                           ्भ करिए। क्रा ह्यार्रशाहर
15
16
              TAKEN:
                                          By the Defendant
Pursuant to Notice
17
              DATE:
                                          November 20, 2002
18
              TIME:
                                          Commencing at 4:25 p.m.
19
                                          Offices of:
Graydon, Head & Ritchey
1900 Fifth Third Center
511 Walnut Street
Cincinnati, Ohio 45202
              PLACE:
20
21
22
              BEFORE:
                                          Sharon A. Helfrich,
Notary Public - State of Ohio
23
24
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1	<u> 1 N D E X</u>		
2	WILLIAM C. RUMPLER		PAGE
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4	Examination of the boggett		23
5	EXHIBITS	MARKED	REFERENCED
6			
7	Defendant's Exhibit 11 Defendant's Exhibit 12	19 20	19 20
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1	APPEARANCES:
2	On behalf of the plaintiffs:
3	Robert L. Doggett, Esq.
4	215 East Ninth Street Suite 630
5	Cincinnati, Ohio 45202-2139
6	On behalf of the defendant:
7	Vincent J. Miraglia. Esq.
8	McGuireWoods, L.L.P.
9	Washington Square 1050 Connecticut Avenue N.W. Suite 1200
10	Washington, D.C. 20036-5317
11	Also present:
12	·
13	Mr. Kenneth C. Stanifer Mr. Timothy D. Bray Mr. Ron_Schweitzer
14	Mr. J. Thomas Stewart
15	• • •
16	
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worn as follows: liraglia that you
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A. Yes.

Q. To what was he referring?

A. Well, Jesse Lane was in our group of 50 people and he said he heard there was a number that we could have called and got the severance pay. And Hocutt Phillips said, that's right, yes. And then he said, why didn't we get it then? Why didn't we get that number? And Hocutt Phillips said, because we promised Smart Papers a work force.

Q. Now, you said you were hired by Smart Papers into the header position, or header department, correct?

A. Well, the header. We wrapped rolls, is what we did.

Q. Had you told anybody, prior to being offered that job, that you didn't want a job at Smart Papers?

A. Yeah, I told a bunch of people.

16 Q. Who did you tell?

A. I told Hocutt Phillips.

18 Q. When did you tell him that?

A. Before. I said, if you can get me that, get me that severance pay. I told Art Schutte (phonetic), one of

21 my bosses, I told him to get ahold of Randy Butz and tell 22 him.

Q. Did you tell anybody at Smart Papers?

A. They was Smart Papers. Randy Butz and Art

1 A. Yeah, that's what I was told.

2 MR. MIRAGLIA: I will ask the court reporter to

mark this as International Paper Exhibit 11.

(Defendant's (IP) Exhibit 11 was marked for identification.)

Q. And I'll show a copy to your counsel and I'llask you if you recognize that letter.

A. Yeah, that's me.

9 Q. Okay.

A. That's mine.

11 Q. And that's your signature at the bottom?

12 A. Yes.

13 Q. And you sent this on or about April of 2001; is

14 that correct?

15 A. Well, I'm not for sure. I should have dated

16 it. I guess. I don't know when I sent it, but I sent it.

17 Q. Was it after you had been hired by Smart

18 Papers?

20

7

11

5

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10

19 A. Yeah, I think, Yeah.

Q. And in this document you state that you were

20

21 hired by Smart Papers -- I'm sorry. First of all, at the

22 bottom of this document there's a P.S. which says, please

23 let me know if you received this.

24 A. Yes.

1

1 Schutte and Hocutt Phillips at that time. That's before. I 2 was asking if I could get it.

3 Q. Mr. Phillips worked for Smart Papers at the 4 time you asked him?

5 A. Hocutt Phillips. He was working for Smart

6 Papers at the time he got up at that hotel, when he said, we

7 promised them a work force. If he said "we," I figured it 8 was me and who else.

9 Q. So Mr. Phillips was working for Smart and Mr.

10 Schutte and Mr. Butz were working for Smart; is that

11 correct?

12 A. Randy Butz, yeah.

Q. Did you tell the young woman that you

14 interviewed with that you didn't want a job with Smart?

15 A. Yes.

16 Q. What did you tell her?

17 A. I told her I preferred to have the package and

18 get out.

24

19 Q. Did you write that on your application?

20 A. No. See, I was under the impression that you

21 had to do this. If you didn't, you didn't get nothing. If

22 you didn't fill nothing out and just left, you wasn't

23 entitled to nothing.

Q. You were required to fill out the application?

1 Q. Is that your writing?

2 A. Yes.

Q. It has different writing than the rest of the

4 document, doesn't it?

5 A. I printed that. Yes, it is. I wrote the

6 other. That's printed.

Q. But that's all in your writing?

8 A. That's me. That's all me.

9 Q. Okay.

10 (Defendant's (IP) Exhibit 12 was marked for

identification.)

12 Q. Can you tell me if you recognize that document?

13 A. Yes.

14 Q. Can you tell me what that document is?

15 A. That was from the guy I wrote.

16 Q. And that's a letter written August 10th, to

17 you, from Mr. Stewart; is that correct?

18 A. Yeah.

19 Q. And Mr. Stewart told you that your severance

20 request was denied; is that correct?

21 A. Yes

Q. And he told you it was denied because you had

23 received and accepted an employment offer from Smart Papers;

24 is that correct?



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IN THE UNITED STATES DISTRICT COURT
                      FOR THE SOUTHERN DISTRICT OF OHIO
                                  WESTERN DIVISION
  6
     PACE LOCAL UNION 5-1967, et al.,
 8
                      Plaintiffs,
 9
              VS.
                                                                CASE NO.
C-1-01-301
10
     INTERNATIONAL PAPER COMPANY,
11
                      Defendant.
12
13
14
15
              DEPOSITION OF:
                                          KENNETH C. STANIFER
              TAKEN:
                                          By the Defendant
Pursuant to Notice
16
17
              DATE:
                                          November 20, 2002
18
              TIME:
                                          Commencing at 9:20 a.m.
19
                                         Offices of:
Graydon, Head & Ritchey
1900 Fifth Third Center
511 Walnut Street
Cincinnati, Ohio 45202
              PLACE:
20
21
22
              BEFORE:
                                          Sharon A. Helfrich.
Notary Public - State of Ohio
23
24
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2	KENNETH C. STANIFER	· <u> </u>		PAGE
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6	EXHIBITS		MARKED	REFERENCED
7	Defendant's Exhibit	1	15	16
8	Defendant's Exhibit Defendant's Exhibit Defendant's Exhibit	1 2 3	15 16 26	16 16 27
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1	APPEARANCES:
2	On hohalf of the claimsiff.
3	On behalf of the plaintiffs:
4	Robert L. Doggett, Esq. 215 East Ninth Street
5	Suite 630 Cincinnati, Ohio 45202-2139
6	On behalf of the defendant:
7	Vincent J. Miraglia, Esq. of
8	McGuireWoods, L.L.P.
9	Washington Square 1050 Connecticut Avenue N.W. Suite 1200
10	Washington, D.C. 20036-5317
11	Also proceed.
12	Also present:
13	Mr. Timothy Bray Mr. Ron_Schweitzer
14	Mr. J. Thomas Stewart
15	· · ·
16	
17	
18	
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21	
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23	

2	of lawful a	ge, a witness herein, being first duly sworn as
3	hereinafter	certified, was examined and deposed as follows:
4		CROSS-EXAMINATION
5	BY MR. MIRA	GLIA:
6	Q.	You can identify yourself.
7	A.	Kenneth C. Stanifer.
8	Q.	And who do you work for?
9	Α.	Pace International Union.
10	Q.	What is your position?
11	Α.	I'm the international representative.
12	Q.	We're taking your deposition today. I want to
13	give you ki	nd of a couple of ground rules, primarily for the
14	court report	ter's benefit.
15		If I ask you a question, please respond
16	verbally wit	th either a yes or no response. She can't
17	understand	head nods or whihuh or whiwh. So if you can
18	respond veri	oally I would appreciate it.
19		If you need a break at any time during our
20	time, let me	e know and at an appropriate time we'll be happy
21	do that. A	ll right?
22	Α.	Sure.

I'll be asking you several questions today. If

you don't understand the question, please let me know. If

KENNETH C. STANIFER

9

10

37

- ${f 1}$  A. I guess if you can show me a signed document. 2 it would.
- Q. And you're not sure if you even signed it.
- 4 A. I'm not sure. I don't recall. Like I said.
- 5 the files I leave with the local, and I don't know. I can't 6 recall. I don't recall.
- 7 Q. Okav.
- 8 MR. MIRAGLIA: No further questions at this
- 9 time.
- 10 MR. DOGGETT: Okay. Just a minute.
- 11 (Off the record.)
- 12 MR. DOGGETT: I have a few questions of Mr.
- 13 Stanifer.
- 14 EXAMINATION
- 15 BY MR. DOGGETT:
- 16 Q. Ken, in what is marked International Paper's
- 17 Exhibit 2, the Effects Bargaining Package, I want to ask you
- 18 who drafted all the language in that paper?
- 19 A. International Paper.
- 20 Q. Did the union have any part in the selection of
- 21 any of the wording of that contract?
- 22 A. No, sir.
- 23 Q. Now, finally I wanted to ask you, you were
- 24 asked about, you know, if someone didn't get severance pay.

- Q. What's that?
- 2 A That's kept in personnel. It states the
- 3 employee's position and rate of pay and so forth.
- 4 Q. One could not look to the Collective Bargaining

39

- 5 Agreement and find a particular individual's rate of
- 6 classification? I mean, could one look at the Collective
- 7 Bargaining Agreement and find Joseph Born's name and
- 8 classification?
  - A. No. Absolutely not.
    - Q. And you said that's an Employee Action Form?
- 11 A. Yes.
- 12 Q. Is that like a personnel card or ...
- 13 A. A personal card or history of job movement.
- 14 Q. In fact, if one looked in the former Collective
- 15 Bargaining Agreement, are there discrepancies in rate
- 16 histories in or against the permanent regular rate of a
- 17 particular employee?
- 18 A. Yes, because of provisions of the Labor
- 19 Agreement, Section 30. Rate adjustments gained through
- 20 Section 30 are not reflected in the Labor Agreement, so
- 21 one's rate may be higher on the Employee Action Form.
- 22 Q. Would that be his permanent classification
- 23 rate as it developed?
- 24 A. Yes.

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- could they file a grievance. And I think you said they
   could file a grievance.
- 3 Could you explain that, please?
- 4 A. Yes. Well, the document itself has no
- 5 mechanism of resolution of dispute. Under this one, you may
- 6 file a grievance to bring it to the attention of the
- 7 employer, but the severance pay and the severance document
- 8 itself was not part and parcel of the Collective Bargaining
- 9 Agreement. It was a stand-alone agreement.
- ${\tt Q}.$  Are there any provisions in there for the
- 11 arbitration of a dispute?
- 12 A. There's no mention whatsoever of resolving
- 13 issues. That's why we're in court as we are, because there
- 14 is no mechanism.
- 15 Q. Now, I want to ask you this: You were also
- 16 asked about the employee's permanent -- current permanent
- 17 classification and that the words in the Collective
- 18 Bargaining Agreement do not appear in what International
- 19 Paper drafted.
- 20 A. That's correct.
- 21 Q. How would one find out Joe Born's -- a name
- 22 that's come up -- permanent classification and the rate? How
- 23 would one find that?
- 24 A. From the Employee Action Form.

- Q. Okay. Now, would Tim Bray likely know more details of that than you would?
- 3 A. Yes. Yes. Tim participated in the meeting and
- 5 Q. And what did you call it. Section 30?
  - A. Section 30 of the Labor Agreement.
- 7 Q. Okay. Let me see if I can approach the
- 8 bargaining on the Effects Bargaining Package from a
- 9 different direction.

rate adjustments and --

- 10 How long, in terms of hours or days, were there
- 11 meetings with IP to fashion what came out as the Effects
- 2 Bargaining Package?
- 13 A. Over the two-day period  $\cdots$  and this is just an
- 14 estimate, maybe eight hours.
- 15 Q. A total of eight hours?
- 16 A. Yes. Over the two-day period there were
- 17 caucuses by the company and so forth.
- 18 Q. Uh-huh. Now, you recall what the union talked
- 19 about as items, for example, that they did not want in the
- 20 agreement and items that they wanted different in the
- 21 agreement?
- 22 A. We generally discussed the employer's proposal
- 23 in response to the general topics of discussion.
- Q. As I understand it, they did not have a paper